

3 A DECLARATORY RESOLUTION designating an  
4 "Economic Revitalization Area" under I.C. 6-  
5 1.1-12.1 for property commonly known as 1600  
Wabash Avenue, Fort Wayne, Indiana 46803.  
(Tokheim Corporation)

6  
7 WHEREAS, Petitioner has duly filed its petition dated  
8 November 3, 1995 to have the following described property  
9 designated and declared an "Economic Revitalization Area" under  
10 Section 153.02 of the Municipal Code of the City of Fort Wayne,  
11 Indiana, of 1993, as amended, and I.C. 6-1.1-12.1, to wit:

12 Attached hereto as "Exhibit A" as if a part herein;  
13 and

14 WHEREAS, said project will retain 625 full-time jobs and  
15 \$17,760,625 in annual payroll, with the average job salary being  
16 \$28,417; and

17 WHEREAS, the total estimated project cost is \$25,194,000;  
18 and

19 WHEREAS, it appears the said petition should be processed to  
20 final determination in accordance with the provisions of said  
21 Division 6.

22 NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE  
23 CITY OF FORT WAYNE, INDIANA:

24 SECTION 1. That, subject to the requirements of Section 6,  
25 below, the property hereinabove described is hereby designated  
26 and declared an "Economic Revitalization Area" under I.C. 6-1.1-  
27 12.1. Said designation shall begin upon the effective date of  
28 the Confirming Resolution referred to in Section 6 of this  
29 Resolution and shall continue for 5 years thereafter. Said  
30 designation shall terminate at the end of that 5 year period.

1                   **SECTION 2.** That, upon adoption of the Resolution:

2                   (a) Said Resolution shall be filed with the Allen County  
3                   Assessor;

4                   (b) Said Resolution shall be referred to the Committee on  
5                   Finance and shall also be referred to the Department of  
6                   Economic Development requesting a recommendation from  
7                   said department concerning the advisability of  
8                   designating the above designated area an "Economic  
9                   Revitalization Area";

10                  (c) Common Council shall publish notice in accordance with  
11                  I.C. 6-1.1-12.1-2.5 and I.C. 5-3-1 of the adoption and  
12                  substance of this resolution and setting this  
13                  designation as an "Economic Revitalization Area" for  
14                  public hearing;

15                  (d) If this Resolution involves an area that has already  
16                  been designated an allocation area under I.C. 36-7-14-  
17                  39, then the Resolution shall be referred to the Fort  
18                  Wayne Redevelopment Commission and said designation as  
19                  an "Economic Revitalization Area" shall not be finally  
20                  approved unless said Commission adopts a Resolution  
21                  approving the petition.

22                  **SECTION 3.** That, said designation of the hereinabove  
23                  described property as an "Economic Revitalization Area" shall  
24                  apply to a deduction of the assessed value of personal property  
25                  for new manufacturing equipment.

26                  **SECTION 4.** That, the estimate of the number of individuals  
27                  that will be employed or whose employment will be retained and  
28                  the estimate of the annual salaries of those individuals and the  
29                  estimate of the value of new manufacturing equipment, all  
30                  contained in Petitioner's Statement of Benefits, are reasonable  
31                  and are benefits that can be reasonably expected to result from  
32                  the proposed described installation of new manufacturing  
                        equipment.

1 SECTION 5. That, the current year approximate tax rates for  
2 taxing units within the City would be:

3 (a) If the proposed new manufacturing equipment is not  
4 installed, the approximate current year tax rates for  
5 this site would be \$9.2773/\$100.

6 (b) If the proposed new manufacturing equipment is  
7 installed and no deduction is granted, the approximate  
8 current year tax rate for the site would be  
9 \$9.2773/\$100 (the change would be negligible).

10 (c) If the proposed new manufacturing equipment is  
11 installed and a deduction percentage of eighty percent  
12 (80%) is assumed, the approximate current year tax rate  
13 for the site would be \$9.2773/\$100 (the change would be  
negligible).

14 SECTION 6. That, this Resolution shall be subject to being  
15 confirmed, modified and confirmed, or rescinded after public  
16 hearing and receipt by Common Council of the above described  
17 recommendations and resolution, if applicable.

18 SECTION 7. That, pursuant to I.C. 6-1.1-12.1, it is hereby  
19 determined that the deduction from the assessed value of the new  
20 manufacturing equipment shall be for a period of 5 years.

21 SECTION 8. That, the benefits described in the Petitioner's  
22 Statement of Benefits can be reasonably expected to result from  
23 the project and are sufficient to justify the applicable  
24 deductions.

25 SECTION 9. That, this Resolution shall be in full force and  
26 effect from and after its passage and any and all necessary  
27 approval by the Mayor.

28   
Member of Council

29  
30 APPROVED AS TO FORM AND LEGALITY

31   
32 J. Timothy McCaulay, City Attorney

Read the first time in full and on motion by \_\_\_\_\_, seconded by \_\_\_\_\_, and duly adopted, read the second time by \_\_\_\_\_, title and referred to the Committee on \_\_\_\_\_ (and the City Plan Commission for recommendation) and Public Hearing to be held after due legal notice, at the Common Council Conference Room 128, City-County Building, Fort Wayne, Indiana, on \_\_\_\_\_, the \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_\_, at \_\_\_\_\_ o'clock \_\_\_\_\_ M., E.S.T.

DATED: \_\_\_\_\_

SANDRA E. KENNEDY, CITY CLERK

Read the third time in full and on motion by \_\_\_\_\_, seconded by \_\_\_\_\_, and duly adopted, placed on its passage. PASSED LOST by the following vote:

	AYES	NAYS	ABSTAINED	ABSENT
TOTAL VOTES	6			3
BRADBURY				✓
EDMONDS				✓
GiaQUINTA				✓
HENRY	✓			
LONG	✓			
LUNSEY	✓			
RAVINE	✓			
SCHMIDT	✓			
TALARICO	✓			

DATED: 11-14-95

SANDRA E. KENNEDY, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana, as (ANNEXATION) (APPROPRIATION) (GENERAL) (SPECIAL) (ZONING) ORDINANCE RESOLUTION NO. Q-74-95 on the 14th day of November, 1995

ATTEST:

Sandra E. Kennedy  
SANDRA E. KENNEDY, CITY CLERK

(SEAL)

Don J. Schmidt  
PRESIDING OFFICER

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on the 15th day of November, 1995, at the hour of 11:30 o'clock A.M., E.S.T.

Sandra E. Kennedy  
SANDRA E. KENNEDY, CITY CLERK

Approved and signed by me this 16th day of November, 1995, at the hour of 12:15 o'clock P.M., E.S.T.

PAUL HELMKE  
PAUL HELMKE, MAYOR

BILL NO. R-95-11-06

REPORT OF THE COMMITTEE ON  
FINANCE  
THOMAS C. HENRY - CHAIR  
MARK E. GIAQUINTA - VICE CHAIR  
ALL COUNCIL MEMBERS

WE, YOUR COMMITTEE ON FINANCE TO WHOM WAS  
REFERRED AN ~~(ORDINANCE) XXX~~ (RESOLUTION) designating an "Economic  
Revitalization Area" under I. C. 6-1.1-12.1 for property commonly known  
as 1600 Wabash Avenue, Fort Wayne, Indiana 46803 (Tokheim Corporation)

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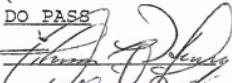
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HAVE HAD SAID ~~(ORDINANCE) XXX~~ (RESOLUTION) UNDER CONSIDERATION  
AND BEG LEAVE TO REPORT BACK TO THE COMMON COUNCIL THAT SAID  
~~(ORDINANCE) XXX~~ (RESOLUTION)

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<u>DO PASS</u>	<u>DO NOT PASS</u>	<u>ABSTAIN</u>	<u>NO REC</u>
			
			
			
			
			
			
			
			
			
			
			
			
			
			
			
			

DATED: 11-14-95

Sandra E. Kennedy  
City Clerk

TOKHEIM CORPORATION  
1600 WABASH AVE  
LEGAL DESCRIPTION OF REAL ESTATE

LOTS 132 TO 160-185 TO 196 AND VAC ST. AND ALLEYS  
FLETCHERS ADD.

## ATTACHMENT A

<u>TYPE OF EQUIPMENT</u>	<u>COST</u>	<u>PURCHASE DATE</u>	<u>INSTALL DATE</u>
Paint System	5,000,000	01/15/96	04/30/96 **
Meter and Rotary Pump	5,000,000	08/01/96	11/30/96 **
Salvagnini S4	2,500,000	03/15/96	04/30/96 **
Vertical Presses	350,000	12/01/95	12/15/95 *
Meter Tester Next Generation	350,000	09/01/96	11/30/96 **
Multi Head Stud Welder	200,000	07/01/96	09/30/96 **
Connection Box/Cover Cell Castings	170,000	07/01/96	09/30/96 **
150 Ton Press Brake	80,000	04/01/96	05/31/96 **
Electrical Capacitors	71,000	01/15/96	02/29/96 *
Pulse Ergonomic Torque Tools	45,000	01/15/96	02/29/96 *
Serial Plate Making System	28,000	01/15/96	02/29/96 *
Horizontal Band Saw	25,000	01/15/96	02/29/96 *
Personal Computers for PM Program	21,000	01/15/96	02/29/96 *
Add-on Equipment for Punch Press	10,000	01/15/96	02/29/96 *
Miscellaneous Hard Tooling	16,000	07/15/96	11/30/96 **
Miscellaneous Hard Tooling	5,000	01/15/96	02/29/96 *
Manufacturing Equipment for 3/1/98	5,263,000	VARIOUS	VARIOUS +
Manufacturing Equipment for 3/1/99	<u>6,060,000</u>	<u>VARIOUS</u>	<u>VARIOUS ++</u>
	<u><u>\$25,194,000</u></u>		

(See attachment B for additional description for some of the above equipment.)

Anticipated first year savings:

Assessment date 3/1/96	\$ 6,865 *	Calculation = (555,000 * .4) / 3 * .092773
Assessment date 3/1/97	164,715 **	Calculation = (13,316,000 * .4) / 3 * .092773
Assessment date 3/1/98	65,102 +	Calculation = (5,263,000 * .4) / 3 * .092773
Assessment date 3/1/99	<u>74,961 ++</u>	Calculation = (6,060,000 * .4) / 3 * .092773
	<u><u>\$ 311,643</u></u>	

## ATTACHMENT B

### PAINT SYSTEM

The paint system will introduce new technology to Tokheim that provides greater flexibility while improving on already high quality levels. The new sheet metal equipment allows us to paint parts in the flat (prior to forming), providing the opportunity for the introduction of paint technologies such as wet on wet application, robotics spraying and automated screening. Additionally, water fall paint booths will provide for greater recyclability of overspray.

### METER AND ROTARY PUMP

New meter and rotary pump machining equipment is required to replace older, dedicated mill, presses and lathes arranged in fixed work cells. Total machining processes and future requirements (for both capacity and product/parts) are currently being analyzed to determine the optimum balance between flexibility and dedication. Machining process flows and specific equipment will be identified at the conclusion of this study.

### SALVAGNINI S4

The Salvagnini S4 is a sheet metal punch, shear and fully automated panel bender. The equipment will be used to fabricate aesthetic sheet metal parts on Tokheim dispensers such as doors, valence panels, sides, etc. This equipment provides a technological leap in processing sheet metal, combining operations normally performed on multiple machines.

### VERTICAL PRESSES

The new CNC Vertical Machine Centers will be used to replace older sensitive and upright drilling equipment, introducing modular fixturing for flexibility and quick changeover. The equipment to be replaced has relatively high scrap and maintenance costs and requires excessive set-up time.



# MEMORANDUM

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TO: Common Council Members

FROM: Trisha Gensic  
Sr. Economic Development Specialist, Department of Economic Development

DATE: November 14, 1995

SUBJECT: Personal Tax Abatement Application dated November 3, 1995 for Tokheim Corporation  
Address: 1600 Wabash Avenue, Fort Wayne, IN 46803

## Background

Q 95-11-06

**Description of Product or Service Provided by Company:** Manufacturer of fuel dispensing products, point-of-sale (POS) systems and card-and cash activated transaction systems.

## **Description of Project:**

The equipment to be purchased is to replace old obsolete machinery. This new equipment is technologically advanced and is necessary to stay competitive.

Total Project Cost:	\$25,194,000	Number of Full Time Jobs Created:	0
Councilmanic District:	1	Number of Part Time Jobs Created:	0
Existing Zoning of Site:	M2	Average Annual Wage of Jobs Created:	0
		Number of Full Time Jobs Retained:	625
		Number of Part Time Jobs Retained:	0
		Average Annual Wage of Jobs Retained:	\$28,417

## **Project is Located Within a:**

Designated Downtown Area:	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Redevelopment Area:	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
Urban Enterprise Area:	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	Platted Industrial Park:	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

## Effect of Passage of Tax Abatement

The tax savings will allow the company to purchase additional machinery. By updating to new technologically advanced machinery, the company will be reducing their labor, maintenance and scrap costs which will place the company in a more competitive position in the market place and increase the company's capacity.

## Effect of Non-Passage of Tax Abatement

Company will lose its competitive advantage by continuing to operate with obsolete equipment. This could place all jobs in jeopardy of loss due to productivity losses.

**Staff Recommendation**

Per the established policy of the Department of Economic Development, the following recommendations are made:

1. Designation as an "Economic Revitalization Area" should be granted.
2. Designation should be limited to a term of 5 years.
3. The period of deduction should be limited to 5 years.

Signed: Rich Sensi Title As. Econ. Dept. Spec.

**Comments**

DIRECTOR: Elizabeth A. Neu  
Elizabeth A. Neu

FOR STAFF USE ONLY:	
Declaratory Passed	19
Confirmatory Passed	19
642 FT Jobs Currently	
1 PT Jobs Currently	
5,224.17 Current Average Annual Salary	
0	FT Jobs to be Created
0	PT Jobs to be Created
625	Avg Annual Salary of all New Jobs
625	FT Jobs to be Retained
5,224.17	PT Jobs to be Retained
5,224.17	Avg Annual Salary of all Retained Jobs

**REAL ESTATE ABATEMENT**

Complete this section of the application only if requesting a deduction from assessed value for real estate improvements.

Describe any structure(s) that is/are currently on the property: \_\_\_\_\_

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Describe the condition of the structure(s) listed above: \_\_\_\_\_

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Describe improvements to be made to property to be designated: \_\_\_\_\_

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Projected construction start (month/year): \_\_\_\_\_ Projected construction completion (month/year): \_\_\_\_\_

Current land assessment: \$ \_\_\_\_\_ Current improvements assessment: \$ \_\_\_\_\_

Current real estate assessment: \$ \_\_\_\_\_ Current property tax bill on site to be designated: \$ \_\_\_\_\_

What is the anticipated first year tax savings attributable to this designation? \$ \_\_\_\_\_

How will you use these tax savings? \_\_\_\_\_

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**PERSONAL PROPERTY ABATEMENT**

Complete this section of the application only if you are requesting a deduction from the assessed value of new manufacturing equipment.

List below the manufacturing equipment for which you are seeking an ERA designation. This equipment must be used in the direct production, manufacture, fabrication, assembly, extraction, mining, processing, refining, or finishing of other tangible personal property at the site to be designated:

See attachments A and B

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Yes  No

Has the above equipment for which you are seeking a designation, ever before been used for any purpose in Indiana?

Equipment purchase date: See attachment A Equipment installation date: See attachment A

Current personal property tax assessment: \$2,693.630 Annual personal property tax bill: \$ 249,896.28

What is the anticipated first year tax savings attributable to this designation? \$ See attachment A

How will you use these tax savings? Economic conditions have prevented Tokheim from acquiring any major manufacturing machinery for approximately three to four

years. The tax savings would allow us to purchase additional machinery. By updating to new technologically advanced machinery, we will be reducing our labor, maintenance and scrap costs which will place us in a more competitive position in the market place and increase our capacity.

## PUBLIC BENEFIT INFORMATION

## EMPLOYMENT INFORMATION FOR FACILITY TO BE DESIGNATED

ESTIMATE OF EMPLOYEES AND SALARIES AS A RESULT OF PROPOSED FORT WAYNE FACILITY TO RECEIVE E.R.A. DESIGNATION			
	NO. OF EMPLOYEES <sup>1</sup>	TOTAL ANNUAL PAYROLL <sup>2</sup>	AVERAGE ANNUAL SALARY <sup>3</sup>
CURRENT NUMBER FULL-TIME	642		
CURRENT NUMBER PART-TIME	6	18,414,147	28,417
NUMBER RETAINED FULL-TIME	625		
NUMBER RETAINED PART-TIME	0	17,760,625 <sup>*</sup>	28,417
NUMBER ADDITIONAL FULL-TIME	0	-	
NUMBER ADDITIONAL PART-TIME	0		

Check the boxes below if the jobs to be created will provide the listed benefits:

Pension Plan

Major Medical Plan

Disability Insurance

Tuition Reimbursement

Life Insurance

Dental Insurance

List any benefits not mentioned above: Tokheim has provided \$500,000 in the 1996 business plan to be used for training of factory personnel. Each employee is to receive 40 hours of training in 1996

When will you reach the levels of employment shown above? (Year and month) 11/96

Types of jobs to be created as a result of this project? No significant change in the workforce is expected. Any reduction in the workforce that may occur as a result of these projects is expected to be offset by increased demand for Tokheim products as a result of improved quality, lower costs and higher productivity.

\* Actual salary should increase by 3% to \$18,950,000

<sup>1</sup>Sum of full- and part-time must match the figures given in Section 3 of "Statement of Benefits" Form SB-1 under "Current number", "Number retained", and "Number additional".

<sup>2</sup>It is to include your total annual payroll.

<sup>3</sup>Total annual payroll divided by the total number of employees at site to be designated both full- and part-time).

## REQUIRED ATTACHMENTS

The following must be attached to the application.

1. Full legal description of property. (Property tax bill legal descriptions are not sufficient.)
2. Check for application fee made payable to the City of Fort Wayne.

<u>Project Cost</u>	<u>Fee</u>
\$0 to 250,000	\$ 500
\$250,001 to 1,000,000	\$ 700
\$1,000,001 and over	\$1,000

3. Owner's Certificate (if applicant is not the owner of property to be designated).

I hereby certify that all information and representations made on this application and its attached exhibits are true and complete and that no building permit has been issued for construction of improvements, nor has any manufacturing equipment which is a part of this application been purchased and installed as of the date of filing of this application. I understand that any incorrect information on this application may result in a recession of any tax abatements which I may receive. I understand that I must file a correctly completed CF-1 (Compliance With Statement of Benefits Form) with BOTH the City of Fort Wayne Department of Economic Development, AND the County Auditor within 60 days of the end of each year in which I receive deduction. Failure to file the CF-1 with either agency may result in a recession of any tax abatement occurring as a result of this application.

Debra L. Singleton  
Signature of Applicant

11/3/95  
Date

Debra L. Singleton Assistant Secretary  
Typed Name and Title of Applicant

**STATEMENT OF BENEFITS**

State Form 27167 (R4/10-93)

Form SB-1 is prescribed by the State Board of Tax Commissioners, 1989

**CITY OF FT WAYNE****FORM  
SB-1**

NOV 03 1995

**INSTRUCTIONS:**

1. This statement must be submitted to the body designating the economic revitalization area prior to the public hearing if the designating body requires information from the applicant in making its decision about whether to designate an Economic Revitalization Area. Otherwise this statement must be submitted to the designating body **BEFORE** a person installs the new manufacturing equipment, or **BEFORE** the redevelopment or rehabilitation of real property which the person wishes to claim a deduction. A statement of benefits is not required if the area was designated an ERA prior to July 1, 1987 and the project was planned and committed to by the applicant, and approved by the designating body, prior to that date. "Projects" planned or committed to after July 1, 1987 and areas designated after July 1, 1987 require a **STATEMENT OF BENEFITS**. (IC 6-1.1-12.1)
2. Approval of the designating body (City Council, Town Board, County Council, etc.) must be obtained prior to initiation of the redevelopment or rehabilitation or prior to installation of the new manufacturing equipment, **BEFORE** a deduction may be approved.
3. To obtain a deduction, Form 322 ERA, Real Estate Improvements and / or Form 322 ERA / PP, New Machinery, must be filed with the county auditor. When received from the township assessor, Form 322 ERA / PP must be filed between March 1 and May 15 of the assessment year in which new manufacturing equipment becomes assessable, unless a filing extension has been obtained. A person who obtains a filing extension must file the form between March 1 and June 14 of that year.
4. Property owners whose Statement of Benefits was approved after July 1, 1991 must submit Form CF-1 annually to show compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.6)

**DEPT. OF ECON DEV'L.****SECTION 1****TAXPAYER INFORMATION**

Name of taxpayer

Tokheim Corporation

Address of taxpayer (street and number, city, state and ZIP code)

1600 Wabash Ave, Fort Wayne, IN 46803

Name of contact person

Marlene K. Campbell

Telephone number  
(219) 470-4593**SECTION 2****LOCATION AND DESCRIPTION OF PROPOSED PROJECT**

Name of designating body

FORT WAYNE COMMON COUNCIL

Resolution number  
R -

Location of property

1600 Wabash Ave

County

Allen

Taxing district

91

Description of real property improvements and / or new manufacturing equipment to be acquired (use additional sheets if necessary)

Estimated starting date

12/01/1995

See Attachment A and B

Estimated completion date

11/30/2000

**SECTION 3****ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT**

Current number	Salaries	Number retained	Salaries	Number additional	Salaries
648	18,414,147	625	17,760,625*	-0-	-0-

**SECTION 4****ESTIMATED TOTAL COST AND VALUE OF PROPOSED PROJECT**

NOTE: Pursuant to IC 6-1.1-12.1-5.1 (d) (2) the COST of the property is confidential.

	Real Estate Improvements		Machinery	
	Cost	Assessed Value	Cost	Assessed Value
Current values			22,872,544	2,056,870
Plus estimated values of proposed project			25,194,000	3,359,200
Less values of any property being replaced			7,361,000	736,100
Net estimated values upon completion of project			40,705,544	14,679,970

**SECTION 5****OTHER BENEFITS PROMISED BY THE TAXPAYER**

\* Actual salary should increase by 3% to \$18,950,000 by 11/96.

**SECTION 6****TAXPAYER CERTIFICATION**

I hereby certify that the representations in this statement are true.

Signature of authorized representative

Debra L. Singleton

Title  
Assistant  
Secretary

Date signed (month, day, year)

11/3/95

**FOR USE OF THE DESIGNATING BODY**

We have reviewed our prior actions relating to the designation of this economic revitalization area and find that the applicant meets the general standards adopted in the resolution previously approved by this body. Said resolution, passed under IC 6-1.1-12.1-2.5, provides for the following limitations as authorized under IC 6-1.1-12.1-2.

A. The designated area has been limited to a period of time not to exceed 5 calendar years \* (see below). The date this designation expires is December 31, 2000.

B. The type of deduction that is allowed in the designated area is limited to:

1. Redevelopment or rehabilitation of real estate improvements;  Yes  No
2. Installation of new manufacturing equipment;  Yes  No
3. Residentially distressed areas  Yes  No

C. The amount of deduction applicable for new manufacturing equipment installed and first claimed eligible for deduction after July 1, 1987, is limited to \$ None cost with an assessed value of \$ None.

D. The amount of deduction applicable to redevelopment or rehabilitation in an area designated after September 1, 1988 is limited to \$ 0 cost with an assessed value of \$ 0.

E. Other limitations or conditions (specify) None

F. The deduction for new manufacturing equipment installed and first claimed eligible for deduction after July 1, 1991 is allowed for:  5 years  10 years

Also we have reviewed the information contained in the statement of benefits and find that the estimates and expectations are reasonable and have determined that the totality of benefits is sufficient to justify the deduction described above.

Approved: (signature and title of authorized member)	<i>James P. Schmidt</i>	Telephone number	Date signed (month, day, year)
<i>Don J. Schmidt</i>		(219) 422-1208	<i>11-14-95</i>
Attested by:	<i>James E. Kennedy</i>	Designated body	<i>Common Council</i>

\* If the designating body limits the time period during which an area is an economic revitalization area, it does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years designated under IC 6-1.1-12.1-4 or 4.5 Namely: (see tables below)

NEW MANUFACTURING EQUIPMENT		
For Deductions Allowed Over A Period Of:		
Year of Deduction	Five (5) Year Percentage	Ten (10) Year Percentage
1st	100%	100%
2nd	95%	95%
3rd	80%	90%
4th	65%	85%
5th	50%	80%
6th		70%
7th		55%
8th		40%
9th		30%
10th		25%

REDEVELOPMENT OR REHABILITATION OF REAL PROPERTY IMPROVEMENT			
For Deductions Allowed Over A Period Of:			
Year of Deduction	Three (3) Year Deduction	Six (6) Year Deduction	Ten (10) Year Deduction
1st	100%	100%	100%
2nd	66%	85%	95%
3rd	33%	66%	80%
4th		50%	65%
5th		34%	50%
6th		17%	40%
7th			30%
8th			20%
9th			10%
10th			5%

Admn. Appr. \_\_\_\_\_

DIGEST SHEET

TITLE OF ORDINANCE Declaratory Resolution

DEPARTMENT REQUESTING ORDINANCE Department of Economic Development

SYNOPSIS OF ORDINANCE Tokheim Corporation is requesting tax abatement for over \$25 million of new equipment to be used at its Wabash Avenue site in the Urban Enterprise Zone. The equipment will help Tokheim maintain a competitive global position. The company will retain 625 full-time jobs at an average annual salary of \$28,417.

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EFFECT OF PASSAGE Will result in the retention of 625 full-time jobs; \$18 million in annual payroll and new investment of \$25 million.

EFFECT OF NON-PASSAGE Company may elect to recapitalize its equipment elsewhere.

MONEY INVOLVED (DIRECT COSTS, EXPENDITURES, SAVINGS) ANTICIPATED FIRST YEAR TAX SAVINGS \$311,643. Tax revenue for the abatement life is anticipated to be \$268,014. In the seventh and ensuing years the equipment should generate approximately \$116,900 annually in additional tax revenue.

ASSIGNED TO COMMITTEE (PRESIDENT) Mark GiaQuinta